

The State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN Executive Director

LOWELL P. BRAXTON Division Director OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE

Lieutenant Governor

Representativ	es Present During the Inspection:
Company	David Shaver Manager
OGM	Karl Houskeeper Environmental Scientist III

Inspection Report

Permit Number:	C0070019			
Inspection Type:	PARTIAL			
Inspection Date:	Tuesday, March 30, 2010			
Start Date/Time:	3/30/2010 9:00:00 AM			
End Date/Time:	3/30/2010 12:30:00 PM			
Last Inspection:	Tuesday, February 16, 2010			

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Overcast, Temp. 48 Deg. F. InspectionID Report Number: 2311

Types of Operations

Accepted by: jhelfric

4/1/2010

Permitee: ANDALEX RESOURCES INC TOWER DIVISION Operator: ANDALEX RESOURCES INC TOWER DIVISION

Site: CENTENNIAL MINE

Address: 6750 AIRPORT RD, PO BOX 902 PRICE UT 84501

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

6,528.83	Total Permitted		
47.19	Total Disturbed		
	Phase I		
	Phase II		
	Phase III		

Mineral Ownership

✓ Federal
 ✓ Underground
 ✓ State
 ☐ Surface
 ☐ Loadout

✓ Fee☐ Processing☐ Other☐ Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Limited personnel are at the mine site. Majority of mine site is still snow covered.

Inspector's Signature:

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

Utah!

Tuesday, March 30, 2010

Date

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers	V		✓	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions	V		✓	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments				
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches	✓	✓		
7.	Coal Mine Waste, Refuse Piles, Impoundments	V	✓		
8.	Noncoal Waste	V			
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing				
16.b	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

Inspection Continuation Sheet

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2. Signs and Markers

The mine identification sign is located at the point of public access to the permit area. The sign contained the required information.

4.a Hydrologic Balance: Diversions

Portions of the diversions at the mine site are still snow covered from winter snow fall. Melting has begun to take place.